

**Capital Structure**  
**(6<sup>th</sup> August 2024)**

Shares outstanding:  
107,995,419,900 shares  
Share price: IDR565/shr  
Market capitalisation:  
\$3.8 billion  
IDX Code: MBMA

**Cash and Debt**

Cash: \$247 million  
Bank debt: \$286 million  
IDR bond: \$92 million

**Board of Commissioners**

Winato Kartono  
(President)  
Michael W.P. Soeryadjaya  
Didi Achjari (Independent)

**Board of Directors**

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(President)  
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Andrew Phillip Starkey  
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**PT Merdeka Battery Materials Tbk** (“MBMA” or the “Company”) is pleased to report its operational results for the June 2024 quarter.

**Mining Operations**

- SCM Mine ore production of 1.80 million wet metric tonnes (“wmt”) of limonite and 0.43 million wmt of saprolite.
- 1.25 million wmt of saprolite ore from production and ore stockpiles delivered to MBMA’s RKEF smelters.
- 2.86 million wmt of limonite ore from production and ore stockpiles delivered to PT Huayue Nickel Cobalt (“HNC”).

**Processing Operations**

- Nickel production was 35,284 tonnes during the quarter, comprising:
  - 21,882 tonnes of nickel in nickel pig iron (“NPI”) and low-grade nickel matte (“LGNM”) at a cash cost of \$10,288/t and an all-in sustaining cost (“AISC”) of \$10,370/t.
  - 13,402 tonnes of nickel in high-grade nickel matte (“HGNM”) at a cash cost of \$12,988/t and an AISC of \$13,016/t.
  - The average sales price (“ASP”) of NPI and HGNM was \$11,536/t and \$14,819/t, respectively.
- Commissioning of the AIM plant, operated by PT Merdeka Tsingshan Indonesia (“MTI”), continues. The first acid was produced from Train 1 and delivered to the end user during the quarter. Commissioning of Train 2 and the metals plant is expected to commence in 3Q 2024. Construction of the copper cathode plant is progressing, with commissioning expected in 4Q 2024. AIM is expected to be fully operational across all processing circuits by late October 2024.
- At the end of the quarter, construction of the PT ESG New Energy Material (“PT ESG”) HPAL plant was 51.8% complete. Project commissioning is targeted for late 2024. PT ESG is fully funded with \$490 million in project financing and \$180 million of shareholder equity contributions.
- A third-party consultant conducted safety audits at the MBMA RKEF smelters and high-grade nickel matte processing facility. While no extreme risks were identified, several opportunities for improvement were noted and they are being implemented to maintain the highest standards of safety and operational excellence.

**Corporate**

- During the quarter, MBMA completed its first IDR bond issuance of IDR1.5 trillion comprising one and three-year tenor bonds. The proceeds were used for early repayment of the \$80 million PT Bank UOB Indonesia facility (“UOBI”), and the balance will be used for MBMA working capital.
- MBMA’s interest in PT ESG is held via an investment company, PT Merdeka Industri Anantha (“MIA”). During the quarter, MIA increased its ownership in PT ESG from 55% to 60%. At the end of the quarter, PT ESG shareholders had invested a total of \$330 million in project construction, comprising \$180 million in equity and \$150 million in project financing.
- After the quarter, MBMA entered into a definitive agreement to subscribe for a 12.5% interest in PT Meiming New Energy Material (“PT Meiming”), a 25,000 tonnes per annum HPAL plant being developed by GEM Co., Ltd. (“GEM”) at Indonesia Morowali Industrial Park (“IMIP”). Construction of the plant will be completed in 1H 2025. The investment in PT Meiming will be funded from available cash.
- One Lost Time Injury (“LTI”) occurred during the quarter at MTI.

## Quarterly Report: June 2024

### **SCM Mine (MBMA: 51.0% interest)**

The SCM Mine is one of the largest nickel laterite resources globally, containing approximately 13.8 million tonnes of nickel and 1.0 million tonnes of cobalt. The SCM Mine supplies saprolite ore to MBMA's RKEF smelters (CSI, BSI and ZHN) and limonite ore to the HNC HPAL plant, both located at IMIP. The SCM Mine will also supply limonite ore to the PT ESG and PT Meiming HPAL plants once their feed preparation plant ("FPP") is complete in mid-2025.

### **Mining**

The total material mined during the quarter was 2.43 million wmt, comprising 1.80 million wmt of limonite ore, 0.43 million wmt of saprolite ore and 0.20 million wmt of waste.

Additional mining contractors were mobilised during the quarter as SCM prepares for a ramp-up in mining activity to support the additional limonite demand in 2025. The new mining contractors are using articulated dump trucks to improve mining efficiency. With improved road and mining conditions, MBMA delivered a significant cash cost reduction from approximately \$10/wmt in the March quarter to approximately \$7/wmt for the current quarter. MBMA expects operating costs to decrease as mining volumes increase and ongoing efforts to optimise operations are realised.

The average nickel ore sales price for the quarter was \$29/wmt for saprolite ore and \$16.5/wmt for limonite ore. The price of saprolite and limonite ore is based on the government mandated HPM price which references the LME nickel price. All saprolite ore produced by the SCM Mine is sold to MBMA RKEF smelters while all limonite produced is sold to HNC.

### **Hauling and Stockpiles**

For the quarter, 1.25 million wmt of saprolite ore was hauled from the SCM Mine to IMIP. Average saprolite ore haulage costs for the quarter were approximately \$14/wmt. During the quarter, 2.86 million wmt of limonite ore was hauled from stockpiles to the HNC FPP. Road improvements were implemented during the quarter, allowing daily haul volumes to increase progressively. Average limonite ore haulage costs for the quarter were \$3/wmt. SCM is planning to implement direct hauling from the pit to the FPP which is expected to decrease hauling cost in the future. SCM expects to ramp daily haulage volume up to target rates of 15,000 wmt for saprolite and 40,000 wmt for limonite, following road improvement work completion and ramp-up of new mining contractors.

The total stockpiles at the end of the quarter are set out below.

*Table 1: Ore stockpiles at the end of the quarter*

Ore Type	Ore (million wmt)	Ni Grade (%)
Limonite ore	3.88	1.15%
Saprolite ore	0.31	1.75%
<b>Total</b>	<b>4.19</b>	<b>1.20%</b>

### **Operating outlook**

MBMA is targeting saprolite and limonite ore sales of 4.0 to 5.0 and 10.0 to 11.0 million wmt, respectively, in 2024. Production increases are planned for 2025 once the second FPP at SCM is commissioned by mid-2025. This FPP is expected to consume more than 9.0 million wmt of limonite per annum supplying PT ESG and PT Meiming HPAL plants.

## Quarterly Report: June 2024

### Site development

MBMA continues to improve site infrastructure to support mining operation ramp-up. Widening works on the primary haul road connecting the SCM Mine to IMIP are underway, including preliminary clearing, grubbing, earthworks culvert installation, and temporary camp and workshop construction.

MBMA is constructing a new, dedicated 22.3km haul road. Once complete, this road will be a dedicated route from SCM Mine to IMIP, reducing haulage costs substantially, increasing saprolite haulage capacity and providing SCM Mine with a corridor for a transmission line and the pipeline required for MBMA's HPAL plants being developed at IMIP.

### Exploration

MBMA maintains a disciplined exploration approach to ensure the sustainability of the SCM Mine. Exploration activities include drilling, surface geological mapping, rock sampling, petrographic analysis, geochemical analysis and the application of ground penetrating radar ("GPR") technology.

During the quarter, 353 drill holes were completed for 8,639 metres on a resource definition drill program on 50 and 100 metre drill spacings. Future drilling plans will follow the conceptual long-term mining plan. The increased density of drilling will aid in detailed mine planning and scheduling to gradually enhance production.

Other activities included a GPR survey covering a total of 45.3km line in Papa Bravo ("PB") areas and geological mapping and sampling across 270 hectares in Bravo Romeo 2&3 ("BR2&3") South. GPR surveys and geological mapping will continue with the aim of identifying further exploration drilling targets.

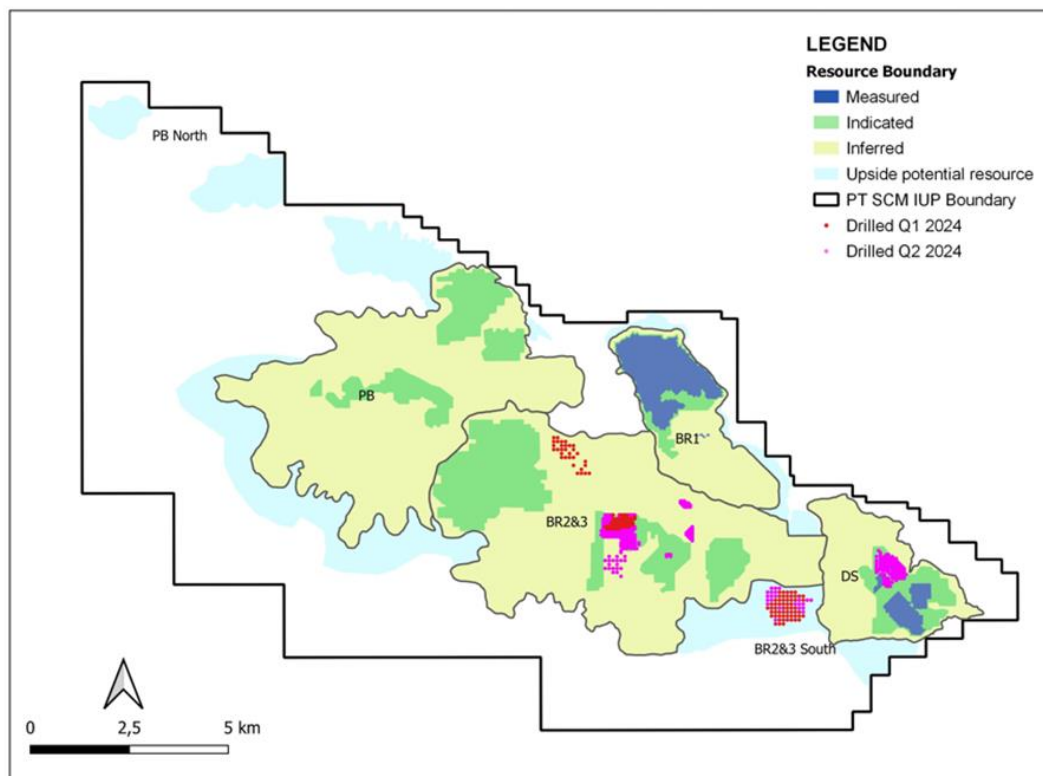


Figure 1: SCM Mine concession area showing resource definition drilling completed during the quarter

## Quarterly Report: June 2024

### RKEF Smelters (MBMA: 50.1% interest)

#### Production

During the quarter, the RKEF smelters (BSI, CSI and ZHN) processed 2.32 million wmt of saprolite ore at an average nickel grade of 1.65%, producing 21,882 tonnes of nickel in NPI and LGNM at a cash cost of \$10,288/t and AISC of \$10,370/t.

The average NPI sales price for the quarter was \$11,536/t.

The primary NPI production cost component is the nickel ore price, which varies depending on the international nickel price and global supply conditions. The SCM Mine supplies the majority of the saprolite ore required by the MBMA RKEF smelters, reducing the Company's exposure to nickel ore price fluctuations.

#### Safety

Sinosteel Wuhan Safety Environmental Protection Research Institute ("SEPRI"), an independent 3<sup>rd</sup> party consultant, alongside representatives from MBMA, conducted safety audits at the MBMA RKEF smelters and high-grade nickel matte processing facility, PT Huaneng Metal Industry ("HNMI") in April 2024.

No extreme risks were identified during the audit. The audit identified several opportunities for improvement, and corrective actions were determined and are currently being implemented. MBMA is actively monitoring the implementation of these corrective actions.

To ensure MBMA maintains its high safety standards, the Company has recruited additional dedicated technical personnel to monitor RKEF and nickel matte smelter operations.

#### Operating outlook

2024 guidance is 85,000 to 92,000 tonnes of nickel in NPI at an average cash cost of \$10,000 to 12,000/t and AISC of \$10,200 to 12,200/t.

Items	Unit	March 2024	June 2024	1H 2024
Nickel ore processed	million wmt	2.21	2.32	4.53
Saprolite ore grade	%	1.67	1.65	1.66
Cash cost	\$/t ni	10,107	10,288	10,198
AISC	\$/t ni	10,223	10,370	10,297
Nickel in NPI	t ni	20,900	21,882	42,782

## Quarterly Report: June 2024

### Nickel Matte (MBMA: 60.0% interest)

#### Production

Nickel in nickel matte production was 13,402 tonnes at a cash cost of \$12,988/t and AISC of \$13,016/t for the quarter. The cost of production is primarily attributable to the purchase of low-grade nickel matte ("LGNM") at an average cost of \$12,231/t. The balance of the production costs consists of materials, electricity, labour and sustaining capital.

The average nickel matte selling price for the quarter was \$14,819/t, driven by an increase in the LME nickel price, as customers of nickel matte for the quarter were predominantly those producing LME grade nickel matte.

#### Operating outlook

2024 guidance is 50,000 to 55,000 tonnes of nickel in nickel matte at an average cash cost of \$13,000 to 15,000/t and AISC of \$13,040 to 15,040/t.

Items	Unit	March 2024	June 2024	1H 2024
LGNM processed	t	80,732	83,055	163,768
Cash cost	\$/t ni	13,120	12,988	13,050
AISC	\$/t ni	13,162	13,016	13,085
Nickel in HGNM	t ni	12,041	13,402	25,443

## Quarterly Report: June 2024

### **AIM Plant (MBMA: 80% interest)**

The AIM plant is designed to process pyrite ore at a nominal rate of 1.0 million tonnes per year, producing multiple products, including sulphuric acid, saturated steam, iron ore pellets, pure copper, lead-zinc hydroxides, gold and silver doré. Significant growth in acid demand is expected as additional HPAL plants are constructed across Indonesia, including MBMA's own HPAL plants at IMIP.

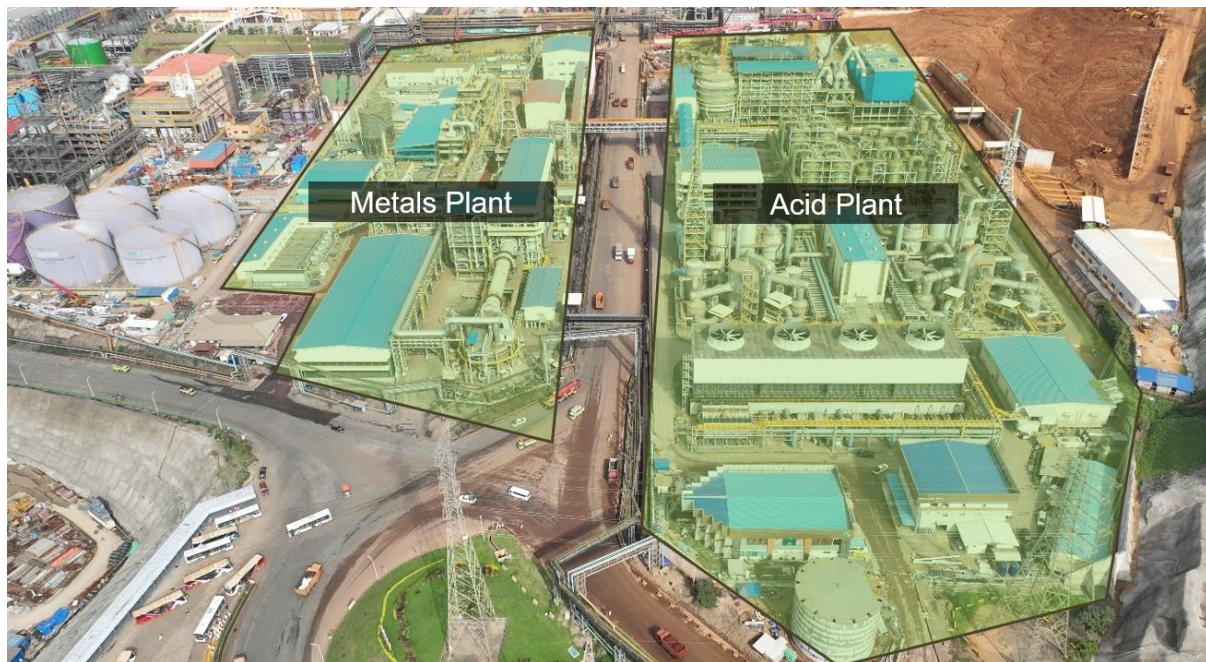
### **Operations**

The pyrite concentrator plant processed 51,896 tonnes of pyrite to produce 45,838 tonnes of concentrate suitable for roaster feed. The concentrator performance has continued to improve throughout the period and has produced the quantity and specification of feed required for the roasting plant.

The roaster and acid plant operating time has increased steadily, and no operational problems have been experienced with the core roaster, waste heat boiler, or acid plant installations. In total, 38,584 tonnes of acid was produced in the quarter from commissioning activities.

The construction of acid plant Train 2 has made significant progress, with the furnace preheating stage reached and ongoing downstream commissioning nearing completion. We anticipate acid production from Train 2 to commence in 3Q 2024, aligning with the planned downstream commissioning and production of the chloride metals plant. The metals plant, which will process all calcine produced from both acid trains, is in the final stages of construction. We expect a managed ramp-up of the chloride roasting process through August and September.

The construction of the copper cathode plant is underway, and we anticipate commissioning commencing in 4Q 2024. We expect AIM to be fully operational across all processing circuits by late October 2024.



*Figure 2: AIM metals and acid plant*

## Quarterly Report: June 2024

### Other Key Developments

#### HPAL Capacity

MBMA's strategy is to maximise the value of the SCM Mine's extensive limonite resource by developing significant HPAL processing capacity in partnership with leading battery material companies. The SCM Mine nickel ore production target can support more than 300,000 tonnes per annum of nickel in mixed hydroxide precipitate ("MHP"). MBMA has formed several HPAL partnerships to date and discussions are ongoing regarding additional HPAL partnerships.

#### PT ESG (MIA: 60%)

MBMA is partnering with GEM Co., Ltd. ("GEM") to develop the PT ESG HPAL plant, which has a nameplate capacity of 30,000 tonnes per annum of nickel in MHP.

At the end of the quarter, the overall project progress was 51.8%. Detailed engineering design and long lead item purchase were substantially complete. Land clearing and ground levelling for the FPP are continuing, and a geotechnical survey has been completed. Train A, with a nameplate capacity of 20,000 tonnes per annum of nickel in MHP, HPAL, and thickener area foundation works are complete, and the 1,168m<sup>3</sup> autoclave is set on foundation. Project commissioning for Train A is targeted for late 2024, with Train B expected to follow in 1H 2025.

During the quarter, MIA increased its ownership in PT ESG from 55% to 60%.

At the end of the quarter, PT ESG shareholders had invested a total of \$330 million in project construction, comprising \$180 million in equity and \$150 million in project financing.



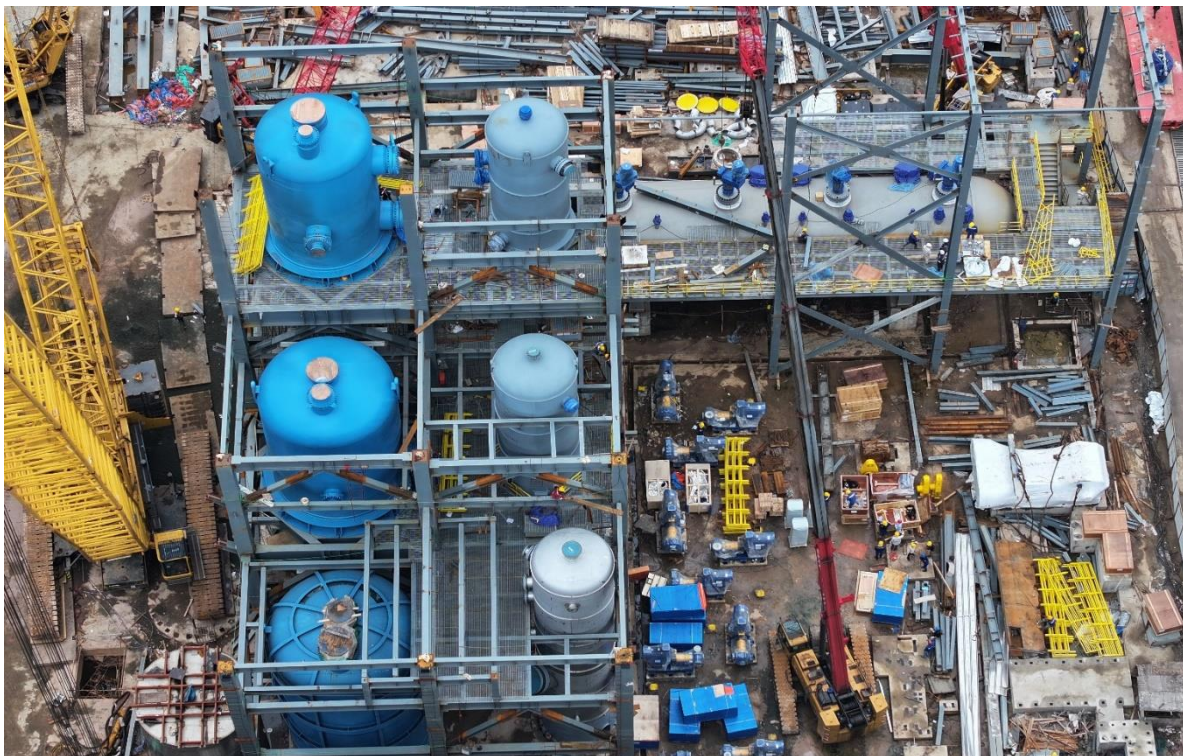
*Figure 3: Prof. Xu Kaihua (Founder of GEM), Mr. Sakti Wahyu Trenggono (Minister of Maritime Affairs and Fisheries) with Mr. Garibaldi Thohir (a substantial MBMA shareholder) and Mr. Hardi Wijaya Liong (Founding Partner of Provident Capital Partners) at the PT ESG autoclave installation event at IMIP in June 2024*



*Figure 4: PT ESG HPAL plant construction progress*

PT Meiming (MBMA: 12.5%)

MBMA is investing with GEM to develop the PT Meiming HPAL plant, which has a nameplate capacity of 25,000 tonnes per annum of nickel in MHP. Construction of the plant is considerably progressed and is expected to be complete in 1H 2025.



*Figure 5: Aerial view of PT Meiming autoclave*



## Quarterly Report: June 2024

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### Brup CATL (MBMA: 67%, Brup CATL: 33%)

MBMA is partnering with Brup CATL regarding the development of an HPAL plant, which has a nameplate capacity of 60,000 tonnes per annum of nickel in MHP. China ENFI Engineering Technology Co., Ltd. ("ENFI") completed the draft feasibility study report during the quarter. The draft feasibility study report has been reviewed by both CATL and MBMA, and a final feasibility study report will be issued in 3Q 2024. The draft feasibility study report highlights a proposed plant location, including ore preparation, HPAL processing and tailings management facilities, at the Indonesia Konawe Industrial Park ("IKIP") site and design specifications that are consistent with the current generation of Chinese HPAL plants.

Detailed engineering and construction can commence once the feasibility study is finalised. ENFI has guided that commissioning activities can be expected within 26 months from the commencement of construction.

### **Indonesia Konawe Industrial Park (MBMA: 32%, Tsingshan: 68%)**

MBMA is developing IKIP, a battery material focused industrial park within the SCM Mine concession area, in joint venture with the Tsingshan Group. AMDAL IKIP Type C (minor document revisions) and AMDAL Mining Hauling Road and Transmission Line have been approved by the Ministry of Environment and Forestry. Land designation (APL) application is in process after the Ministry of Environment and Forestry issued AMDAL C. FPP and transmission line building approval (PBG) application is ready to submit with technical data of land and building detailed design drawings. The application of Water Usage Permit (SIPPA) has been submitted to Ministry Public Work, pending permit evaluation and field verification from the Jakarta team.

## Quarterly Report: June 2024

### **Sustainability & Environment, Social and Governance (“ESG”)**

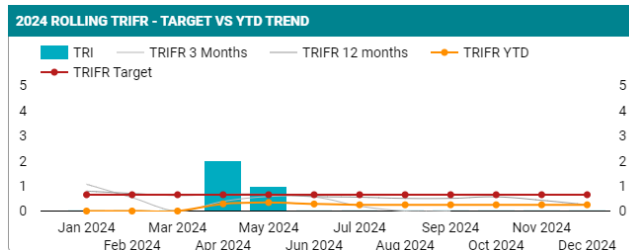
#### **ESG Highlights**

- During the quarter, MBMA completed and published its 2023 Sustainability Report on the company website and submitted it to the Financial Services Authority (OJK) and the Indonesia Stock Exchange (IDX). The report was developed in accordance with GRI Standards 2021, recommendations of the Task Force on Climate-related Financial Disclosures (TCFD), and relevant national regulations, including OJK Regulation No. 51/POJK.03/2017 regarding the Implementation of Sustainable Finance for Financial Service Institutions, Issuers, and Public Companies.
- In May 2024, MBMA was awarded the Gold rating at the Best Corporate Transparency and Emissions Reduction 2024 event, organized by Investortrust and the Bumi Global Karbon Foundation. This recognition highlights the company's transparent calculation of GHG Scopes 1 and 2 throughout its operations.
- MTI and SCM commemorate World Environment Day with several programs. MTI carried out mangrove restoration work in the village of Keureua, planting 1,200 mangroves with the help of the surrounding community. MTI's stakeholders from the local administration and IMIP participated in the program. SCM organized a workshop on "Managing Climate Crisis with Innovation and the Principles of Justice" presented by the Head of Regional Environmental Office, Konawe Regency. Sixty employees and contractors participated in the seminar. In addition, MTI and SCM also organized several environmental competitions and campaigns.
- An environmental and social risk assessment session was conducted with representatives of GEM-QMB for the PT ESG FPP, Slurry Pipe, and HPAL project to meet the IFC Performance standards and the Equator Principles.
- In May 2024, MTI was awarded the Silver Award at the 2024 Corporate Social Responsibility (CSR) and Sustainable Village Development Awards. The award recognized the success of MTI's health-focused CSR initiative, Merdeka Cegah Stunting, which has contributed to a decrease in stunting rates within the targeted areas. MTI implements the Merdeka Cegah Stunting program in Makarti and Labota Villages, located near MTI's operational area in Morowali, Central Sulawesi.
- During the quarter, SCM implemented numerous community development and empowerment programs that included; starting the construction of a mosque in Lalomerui village, continuing office administration training for local communities to enhance their skills, providing financial support for village midwives to promote access to essential healthcare services, undertaking repairs to damaged road bridges in Walandawe village to improve local infrastructure and support local economic activities, taking actions to clean the Pondowa River and contributing to a healthier environment and mitigating the risk of flooding. In addition, MTI continued supporting the activities of community-based health services (posyandu) in Makarti and Labota to prevent stunting in toddlers and focus on the health of pregnant women.

## Quarterly Report: June 2024

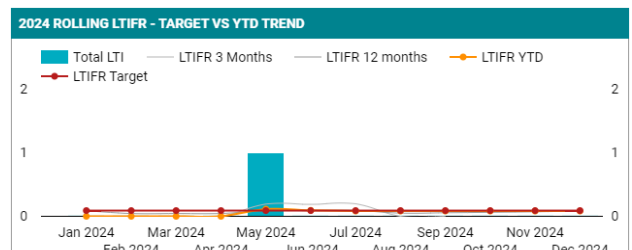
### Risk, Health and Safety Highlights

- At the end of the second quarter 2024, MBMA recorded a safety performance, as measured by the Total Recordable Injury Frequency Rate ("TRIFR"), of 0.28. In comparison with the full year 2023 TRIFR of 0.84, this indicates a material improvement for 2024 year to date. There was one LTI during the quarter, resulting in a 2Q 2024 LTI Frequency Rate of 0.09.



#### Total Recordable Injury Frequency Rate (TRIFR)

TRIFR is a measure of all serious injuries.



#### Lost Time Injury Frequency Rate (LTIFR)

An LTI is a work related injury or illness resulting in a worker being unable to attend work on the next day after the injury.

Figure 6: Incident Rolling Frequency Rates (incident per million man-hours worked)

- A smelter incident at a non-MBMA site at IMIP occurred in late 2023 resulting in increased public and government attention on IMIP and all tenants' safety performance. This incident has led to a government request to all tenants for the regulated SMK3 (Occupational Health & Safety Management System) audits to be conducted during the year. For MBMA operations within IMIP, the SMK3 audits for the RKEF smelters are scheduled for August 2024 following their internal gap analysis in March 2024, and for MTI Operations the SMK3 Audit is scheduled in November 2024 given their recent start of processing operations.
- Additional initiatives on MBMA RKEF safety:
  - Safety audits were conducted by Sinosteel Wuhan Safety Environmental Protection Research Institute, a 3<sup>rd</sup> party smelter specialist, alongside representatives from MBMA on April 2024, at the four MBMA RKEF Smelters; PT Cahaya Smelter Indonesia, PT Bukit Smelter Indonesia, PT Zhao Hui Nickel, and PT Huaneng Metal Industry. The audit findings were compiled into action plans which are being implemented.
  - To further improve safe operational practices, a new MBMA technical operational resource was recently recruited to specifically monitor the safe operation of RKEF smelters and assist with their safety performance. This resource adds to an MBMA technical specialist dedicated to RKEF smelter operations.
- As part of preparations for the AIM metals plant start-up, a third-party Pre-Start Safety Review was conducted in June 2024. This follows a similar Pre-Start Safety Review conducted for the acid plant operational start-up in April 2024.
- During the quarter, Critical Risk Standard ("CRS") related audits continued with a fatigue management audit conducted on SCM hauling operations with a focus on fatigue detection camera management.

## Quarterly Report: June 2024

### Appendix 1: Finance and Corporate

#### Cash and Cash Equivalents

As of 30 June 2024, cash and cash equivalents was \$247 million.

#### Debt

##### MTI Financing

MTI entered a \$260 million term loan facility (“MTI Term Loan”) and IDR430 billion (equivalent to \$26 million) MTI VAT funding facility (“MTI VAT Facility”) on 31 August 2022. The MTI Term Loan has a final maturity date of August 2027 with applicable margin of 3.75% per annum plus SOFR (offshore lenders) and 3.95% per annum plus SOFR (onshore lenders). The MTI VAT Facility has an applicable margin of 3.50% per annum plus JIBOR with a final maturity in August 2026.

MTI has fully drawn the MTI Term Loan and the MTI VAT Facility.

##### MBMA Shareholder Loans

MBMA entered into a \$175 million shareholder loan agreement with parent company, PT Merdeka Copper Gold Tbk (“MDKA”) on 22 May 2023. This loan has a maturity date of 25 May 2026 with an applicable margin of 4.60% per annum plus 3-month SOFR. Outstanding balance for this facility is \$100 million.

MBMA also entered into a \$100 million shareholder loan agreement with MDKA on 18 December 2023. This loan has a maturity date of 18 December 2028 with an applicable margin of 5.50% per annum plus 3-month SOFR. Outstanding balance for this facility is \$30 million.

Total outstanding balance for MDKA shareholder loans as of 30 June 2024 was \$130 million.

##### MTI Shareholder Loans

MTI entered a \$50 million Project Expansion Facility Agreement with MDKA on 29 July 2022 to fund the development of a copper cathode plant as part of the AIM Project. The interest rate for this facility is 5.26% per annum plus SOFR with a maturity date on the later of (i) five years after the signing of the agreement; and (ii) the date falling five business days after the final maturity date as defined in the MTI Term Loan, or such later date agreed in writing by the parties. MTI drew down \$5 million during the quarter. Outstanding balance for this facility is \$35 million.

MTI also entered a \$60 million Parent Support Facility Agreement with MDKA on 23 August 2022 to fund the overall development of the AIM Project. The interest rate for this facility is 5.26% per annum plus SOFR with a maturity date on the later of (i) five years after the signing of the agreement; and (ii) the date falling five business days after the final maturity date as defined in the MTI Term Loan, or such later date agreed in writing by the parties. MTI has fully drawn this facility. On 14 June 2023, MTI, MBMA and MDKA signed a Partial Novation and Amendment Agreement to partially assign and transfer of \$30 million the Parent Support Facility Agreement to MBMA.

The outstanding balance of the MTI shareholder loans from MDKA on 30 June 2024 was \$65 million.

##### UOBI Facility

MBMA entered a \$80 million Single Currency Term Facility with UOBI on 28 December 2023. This facility was fully drawn during 1Q 2024 and repaid after the MBMA IDR Bonds proceed was received in April 2024.

## Quarterly Report: June 2024

### IDR Bond

On 3 April 2024, MBMA successfully completed the issuance of the Public Offering of Bonds I Merdeka Battery Materials Year 2024 for a total amount of IDR1.5 trillion. Details of the IDR bond, including hedging in the form of cross currency swaps are as follows:

- **Series A:** Bond principal amounting to IDR525 billion swapped to \$33 million, IDR coupon rate of 7.50% per annum swapped to USD at 3.42% per annum, for 367 days tenor;
- **Series B:** Bond principal amounting to IDR975 billion, coupon rate of 9.25% per annum for a three-year tenor. At the end of the quarter, IDR237 billion has been swapped to \$15 million at USD coupon rate of 6.95% per annum. The remaining portion is expected to be swapped into USD during 2H 2024.

The proceeds have been used for early repayment of the \$80 million UOB facility and remaining will be used for MBMA working capital.

The outstanding balance of IDR Bond as of 30 June 2024 was equivalent to \$92 million.

### PT ESG Financing

During the quarter, PT ESG entered into a \$490 million Single Currency Term Facility with Bangkok Bank Public Limited Company, PT Bank Negara Indonesia (Persero) Tbk and PT Bank Mandiri (Persero) Tbk to fund the construction of PT ESG.

At the end of the quarter, PT ESG shareholders had invested a total of \$330 million in project construction, comprising \$180 million in equity and \$150 million in project financing.

### **Sales**

During the quarter, MBMA sold 20,846 tonnes of nickel in NPI at an average price of \$11,536/t, generating revenue of \$240.5 million and 12,804 tonnes of nickel in high-grade nickel matte at an average price of \$14,819/t, generating revenue of \$189.8 million. In addition, MBMA's limonite ore sales to HNC during the quarter was 2.86 million wmt at an average price of \$16.5/wmt, generating revenue of \$47.2 million.

Intercompany sales<sup>1</sup> during the quarter include 180 tonnes of nickel in LGNM at an average price of \$12,231/t, sold to HNMI, and saprolite ore sales to MBMA RKEF smelters.

*Table 2: MBMA sales summary*

Items	Product Sold	Average Sales Price	Revenue (\$m)
<b>2Q 2024</b>			
NPI	20,846 t Ni	\$11,536/t	240.5
HGNM	12,804 t Ni	\$14,819/t	189.8
Limonite ore	2.86 million wmt	\$16.5/wmt	47.2
<b>Total</b>			<b>477.5</b>
<b>1H 2024</b>			
NPI	42,467 t Ni	\$11,291/t	479.5
HGNM	27,209 t Ni	\$14,212/t	386.7
Limonite ore	3.49 million wmt	\$15.9/wmt	55.5
<b>Total</b>			<b>921.7</b>

<sup>1</sup> Intercompany sales are reported by each respective subsidiary but is not recognised in the consolidated group revenue.

## Quarterly Report: June 2024

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Or visit our website: <https://merdekabattery.com/>

## Quarterly Report: June 2024

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